

ABOUT US: UIL (formerly Utilico Investments Limited) is a closed end investment company, traded on the London Stock Exchange, registered in Bermuda. Registered No 39480.

OBJECTIVE: To maximise shareholder returns by identifying and making investments where the underlying value is not reflected in the market price.

INVESTMENT APPROACH: To seek to invest in undervalued investments. This perceived undervaluation may arise from any number of factors, including technological change, market motivation, prospective financial engineering opportunities, competition, management underperformance or shareholder apathy. The Company has the flexibility to make investments in a wide range of sectors and markets.

OCTOBER 2016

ORDINARY SHARES

Ticker: UTL.L

NAV at launch of UIT	99.47p
NAV (cum income)	316.11p
Share Price	174.50p
(Discount)/Premium to Diluted NAV	(44.8%)
Annual average compound return (including dividends)	11.6%
Historic Dividend paid per share	7.50p
Historic Dividend Yield	4.3%
Ongoing charges figure excluding performance fees	2.6%
Shares in issue	90,297,208

PERFORMANCE



ZDP SHARES

	2018	2020	2022
Accrued Capital Entitlement	139.57p	117.08p	102.18p
Share Price	153.50p	133.25p	108.50p
Premium to NAV	10.0%	13.8%	6.2%
ZDP Cover*	3.39x	2.44x	1.82x
Yield to Redemption*	2.3%	3.8%	5.2%
ZDP Redemption Value	160.52p	154.90p	146.99p
Shares in issue	49,842,413	39,000,000	50,000,000
Ticker	UTLD.L	UTLE.L	UTLF.L

*Based on final redemption values

PERFORMANCE (Total return including dividends)

	1 month	3 months	1 year	3 years	Inception
Share Price	(7.7%)	22.9%	59.6%	35.9%	178.9%
Net Asset Value	(5.4%)	9.4%	108.9%	98.6%	282.6%

ROLLING 12 MONTH PERFORMANCE

(Total return including dividends)

	12 Months to	Oct 16	Oct 15	Oct 14	Oct 13	Oct 12
Share Price		59.6%	6.6%	(16.2%)	(11.7%)	14.4%
Net Asset Value		108.9%	4.1%	(4.1%)	(30.1%)	18.5%

CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£529.6m
Bank and other Debt	£77.8m
ZDP shares 2018	£69.2m
ZDP shares 2020	£46.8m
ZDP shares 2022	£50.4m
Shareholders' Funds (Ordinary Shares)	£285.4m
	£529.6m
Gearing* (based on AIC definition)	68.8%

*GEARING AIC - standardised gearing calculation as recommended by the AIC is now based on net assets

INVESTMENT MANAGERS

UIL Limited is managed by ICM Limited and ICM Investment Management Limited, which is authorised and regulated by the Financial Conduct Authority.
www.icm.limited and www.icmim.limited

BOARD

Peter Burrows	Christopher Samuel	Warren McLeland
Alison Hill	David Shillson	Eric Stobart

TEAM

Charles Jillings	Jacqueline Broers	Mark Lebbell
Duncan Saville	Jonathan Grocock	

MANAGEMENT & ADMINISTRATIVE FEES

Investment Management Fee	0.5% plus Company Secretarial Fee
Administration Fee	£310k per annum
Performance Fee	15% of the outperformance over benchmark subject to minimum hurdle of 5% and high watermark, capped at 2.5% of adjusted equity funds

KEY DATES

Launch Date*	August 2003
Year End	30 June
AGM Date	November
Ex-Dividend Dates	September, December, March & June
Dividend Paid Dates	September, December, March & June
2018 ZDP Shares Expiry	31 October 2018
2020 ZDP Shares Expiry	31 October 2020
2022 ZDP Shares Expiry	31 October 2022

* Utilico Investment Trust plc ("UIT") - UIL Limited's predecessor



PERFORMANCE

UIL's cum income NAV decreased by 5.4% during October, ending the month at 316.11p. This was behind the performance of the FTSE All Share Total Return Index which rose by 0.6% over the month.

Markets in October were mixed, with stock markets weakening in New Zealand, where the NZ50 was down by 5.4%, in Australia where the ASX200 was down by 2.2% and in the US, the S&P500 was down by 1.9%. In Brazil the Bovespa was up by 11.2%, in Chile where the IPSA was up by 6.8% and in China, the Shanghai Composite was up by 3.2%.

Gold was weaker, whilst Sterling was one of the worst performing currencies in the world during the month following fears of what a "Hard Brexit" could mean for the UK economy. In the US, a rate increase is now expected in December, following an increasingly bitter US Presidential election campaign.

Sterling fell by 6.0% against the US Dollar, 5.5% against the Australian Dollar, 3.9% against the New Zealand Dollar and 3.6% against the Euro.

Gold declined by 2.9% to US\$1,277.30/oz and Brent Crude oil declined by 1.5% to US\$48.30/bbl..

PORTFOLIO

There was one change to the top 10 holdings during October.

Vix Investments distributed its largest holding, Optal Limited, to its shareholders, including UIL Limited. Optal is a UK domiciled provider of payment solutions, primarily to the travel industry, through eNett, a rapidly growing joint venture with Travelport. Optal replaces Vix Investments in the top ten holdings.

Resolute Mining shares declined by 23.6% during October, a reaction to the lower gold price during the month. Resolute remains the largest holding in the portfolio. At the beginning of the month Resolute raised A\$150m at A\$1.96 per share; UIL did not participate.

Infratil's share price declined by 7.9%, reflecting the weakness in the New Zealand market and Touchcorp declined by 3.8%. Shares in Zeta Resources declined by 2.8%, although its NAV declined by 16.5%, substantially narrowing the discount.

Orbital's share price increased by 5.2% and Utilico Emerging Markets' share price was up by 2.1%, with the NAV up by 5.0% on a diluted basis.

Purchases during the month for the portfolio amounted to £5.9m and realisations totalled £15.1m.

DEBT

The 2016 ZDP shares were redeemed at the month end and as a result borrowings increased, with the £50m Scotia facility and the £25m bridge facility fully drawn down in Sterling at the end of October.

The US Dollar foreign exchange hedge position was increased from US\$36.3m to US\$54.8m during the month. Other hedges remained unchanged at NZ\$71.1m, €22.5m and A\$152.7m.

OTHER

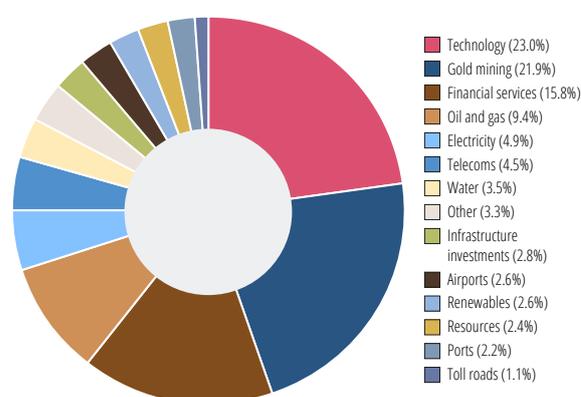
UIL's share price ended October at 174.50p, a decrease of 7.7% over the month. The discount to NAV widened slightly to 44.8%. The price of the 2018 ZDP shares increased by 1.7%. The 2020 ZDP shares were unchanged and the 2022 ZDP shares weakened by 0.5%.

During the month, UIL sold 0.2m 2020 ZDP shares at a price of 133.00p, so at the end of October UIL held 2.4m 2020 ZDP shares. UIL also sold 0.6m 2022 ZDP shares at a price of 108.00p and at the end of October held 6.2m 2022 ZDP shares.

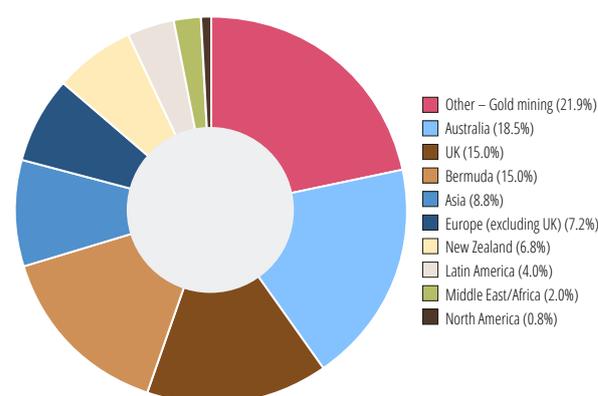
TOP TEN HOLDINGS

	% of gross assets
1. Resolute Mining Limited	18.2%
2. Utilico Emerging Markets Limited	15.6%
3. Somers Limited	15.2%
4. Zeta Resources Limited	11.1%
5. Vix Technology (unlisted)	6.6%
6. Touchcorp Limited	5.7%
7. Bermuda First Investment Company Limited	4.1%
8. Infratil Limited	4.1%
9. Optal Limited	2.5%
10. Orbital Corporation Limited	2.2%
Total Top 10	85.3%

SECTOR SPLIT OF INVESTMENTS



GEOGRAPHICAL SPLIT OF INVESTMENTS



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